laccified in P	Part - Sanitized Copy Approved for Release 2012/09/24 : CIA-RDP08C01297R000400370013-6
	STAT
	ming telegram Department of State
···	
86	TORRESTED WINGLASSIFIED 2428 STAT
Action	ESB2:7EXX311SHA@84
	RR RUEHC
ARA,	DE RUESHA 732 2851800 200 100 100 100 100 100 100 100 100 1
lafo	R_861745Z /FM_AMEMBASSY_RIODEJANEIRQ/
SS	TO RUENC/SECSTATE VASHDC/2132/
G	INFO RUESAS/AMEMBASSY AŚUNCIOŃ 73
SP	RUESSA/ANEMBASSY BUENOSAIRES 257
L	RUESDO/AMEMBASSY MONTEVIDEO 150 RUESUZ/AMEMBASSY BRASILIA 274
P. 4	RUESUP/AMCONSUL SAOPAULO 292
USIA	STATE GRNC
NSC	ET
INR -	UNCLAS MARCH 26
CÎA NSA	SUBJECT: GUAIRA FALLS DISPUTE.
DOD	1. PONOFF CONFIRMED YESTERDAY AFTERNOON THAT GOB NOTE ON GUAIRA
AID	FALLS DISPUTE HAS BEEN DELIVERED IN ASUNCION TO GCP, AND RELEASED,
PC	TEXT TO LOCAL JOURNALISTS. EMBASSY POUCHING FULL TEXT.
E	FOLLOWING RESUME MAIN POINTS TAKEN FROM TODAYS'S PRESS.
RSR	2. AS ANTICIPATED, NOTE TAKES HARD LINE, REFUSING TO ADMIT
	EXISTENCE OF ANY ARGUMENT OVER BOUNDARY "SINCE BORDER BETWEEN
	TWO COUNTRIES WAS FULLY ESTABLISHED IN 1872 AND 1927 TREATIES
	AND PERFECTLY DEMARCATED, MOREOVER, UNDER THE PROVISIONS OF THE
	STAT
	PAGE TWO RUESUA 732 UNVLAS
	FIRST OF THESE INSTRUMENTS, BY MIXED DEMARCATING COMMISSION
	WHICH MET BETWEEN 1872 AND 1874 AS RECORDED IN RESPECTIVE MINUTES (ATAS)."
	WINUIES CHIRDY:
	3. NOTE ARGUES THAT EXAMINATION OF TEXT OF 1872 TREATY
	(PASSAGES ARE CITED) LEADS TO CONCLUSION THAT INTERSECTING
•	POINT OF DIVIDING LINE THAT RUNS ALONG BED (ALVEO) OF PARANA RIVER WITH DIVIDING LINE THAT CONTINUES ALONG RIGH
	RIDGE OF MARACAJU IS SALTO GRANDE (FIFTH FALL). FALL WAS
	CONSTREED NATURAL AND PERMANENT BOUNDARY STAKE; THE
	EXTREMITY OF EAST-WEST LINE WAS ESTABLISHED IN FRONT OF
	FALLS (COMMENT: THEREBY PUTTING FALLS IN BRAZILIAN.
•	TERRITORY). NOTE STATES GEOGRAPHIC POSITION OF FALLS WAS RECORDED IN MINUTES (ATA) OF 11TH CONFERENCE OF DEMARCATING
	TOWNISTON WHICH THUS RENDERS GROUNDLESS AFTIRMATIONS OF
-	GOP NOTE THAT POINT OF MARACAJU RIDGE CLOSEST TO SALTO DE
	SETE QUEDAS WAS NOT DEWARCATED.
	UNCLASSIFIED (77)

Declassified in Part - Sanitized Copy Approved for Release 2012/09/24 : CIA-RDP08C01297R000400370013-6

UNCLASSIFIED

-2- 2132 March 26 FM Rio De Janeiro

.4. BY ADOPTING SUCH AN ATTITUDE, NOTE CLAIMS, GOP DENYING FULFILLMENT OF 1930 PROTOCOL OF 1927 TREATY AND PREVIOUS ACTS THAT GOP RATIFIED: THE DEMARCATION OF 1872 AND THE TREATY OF 1872. FOR THE PRESENT MIXED COMMISSION TO

PAGE THREE RUESHA 732 UNCLAS
PROCEED TO A NEW DEMARCATION OF BORDER, AS GOP DESIRES,
WOULD BE A TOTAL VIOLATION OF 1927 TREATY AND PROTOCOL OF
1930. GOB CANNOT ACCEPT THIS AND CONSIDERS THAT UNDER
INTERNATIONAL LAW THE DEMARCATION DONE BY THE MIXED
COMMISSION AND APPROVED BY RESPECTIVE GOVERNMENTS IS
DEFINITIVE AND CANNOT BE MODIFIED WITHOUT MUTUAL AGREEMENT
OF THESE COVERNMENTS.

- 5. RE GOP ARGUMENT THAT, NORTHERN "RIDGE" IS HIGHER NOTE STATES THAT EVEN IF WORK OF DEMARCATING SERRA DE MARACAJU HAD NOT TERMINATED IN FRONT OF FIFTH FALL (PARA 3 ABOVE) AND DESPITE FACT OF HIGHER LEVEL OF VARIOUS POINTS OF NORTHERN SPUR THAT GOP CALLS NORTHERN RIDGE, THE BRAZILIAN BOXDER WITH PARAGUAY COULD NOT UNDER ANY CIRCUMSTANCES FOLLOW THE CREST OF A SPUR. THIS SPUR IS NOT RESPONSIBLE FOR FORMATION OF FALLS, IS NOT THE PRINCIPAL MASS OF THE RANGE AND DOES NOT CONSTITUTE THE "DRY/LINE" (LINHA SECA): THEREFORE TO USE IT IS CONTRARY TO THE LETTER AND SPIRIT OF 1872 TREATY.
- 6. REFERRING TO BRAZILIAN TROOPS NOTE STATES THAT SINCE 1872-74 DEMARCATION IS RECOGNIZED AS EXACT, VALID AND

PAGE FOUR RUESUA 732 UNCLAS
DEFINITIVE THE BRAZILIAN MILITARY DETACHMENT LOCATED ABOVE
THE FIFTH FALL, TO THE NORTH OF THE BOUNDARY LINE FIXED
BY THE DEMARCATION, IS IN BRAZIL.

7. NOTE EXPRESSES GOB DESIRE AVOID CONTINUING POLEMICS AND AFFIRMS THAT REAL QUESTION THAT OUGHT TO OCCUPY ATTENTION OF BOTH SIDES IS NOT THE SEWING OF DOUBT OR STERILE WRANGLINGS BUT THE SEARCH FOR CONDITIONS CAPABLE OF ASSURING THE MELL BEING OF "OUR PEOPLE" THROUGH A FRATERNAL COLABORATION FOR THE SOLUTION OF COMMON PROBLEMS. MENTIONING THE POSSIBILITY OF UTILIZING HYDROELECTRIC POTENTIAL OF THE PARANA, NOTE CONCLUDES WITH FOLLOWING CONSTRUCTIVE STATEMENT: "BRAZIL IS, AS IT ALWAYS WAS, DISPOSED TO ENTER UPON CONVERSATION ITH PARAGUAY, THE NECESSARY PLANS FOR THE

UNCLASSIFIED

-3- 2132 March 26 FM Rio De Janeiro

PRACTICAL UTILIZATION, NOT ONLY OF THE ENCEROUS ENERGY
POTENTIAL OF THE SALTO DE SETE QUEDAS, BUT ALSO OF THE
POSSIBILITIES FOR AGRICULTURE AND HAVIGATION OFFERED BY THE
VATERS OF THE PARANA: IN SUCH A WAY THAT THIS GREAT RIVER,
INSTEAD OF OFFERING TO THE TWO COUNTRIES REASONS FOR DISPUTE
OR DISSENSION, VOULD BE BETWEEN THEM A UNIFYING LINK, US
PREVIOUS GOS'S ALWASY DESIRED AND AS THE PRESENT ONE FIRMLY
DESIRES." RAINE